



OCFO Data Integrity and Financial Audit Status

June 16, 2005



Overall Status

	<u>May</u>	<u>June</u>	<u>July</u>
Account Relationship Analysis	Y	G	G
FM/FI Reconciliation	R	R	R
SGL Account Analysis	Y	G*	G
Property Validations/Internal Reviews	R	R	R
Financial Audit	R	R	R



No major cleanup issues, any minor issues can be resolved in next month



Minor cleanup issues, can be resolved in next 1-2 months



Major cleanup issues, cannot be resolved in next 3 months

* Green for center-level analysis; Trading Partner clean-up still outstanding (waiting on Agency guidance)



Status

- Fund Balance With Treasury and Suspense Clearing Accounts have been transferred to the FM Accounting Branch
 - That organization will begin reporting status during monthly CFO status reviews
- Account Relationship Reconciliation Analysis
 - Should be formally transferring to the FM Accounting and FM Services Branches within the next week
 - All remaining differences are related to final flag issues – see handout for details
 - Branches will continue to monitor account relationships for identification of any new variances



Improvement Action Plans

- FM/FI reconciliation
 - Compares data in the Funds Management (FM) module to the Financial Accounting (FI) module
 - FM is where transactions are posted from documents such as PRs, POs, Goods Receipts and Invoices
 - FI is where transactions are posted/derived from data in FM – this is where we see our “accounting” documents – FI is where external financial reports are generated
 - FM and FI should always be equal
 - Much more complex than account relationship reconciliations
 - Introduction of new data elements, configuration, root causes
 - Current Data Integrity Team members will transition to the FM/FI reconciliations
 - Conducted hands-on workshop and team members have been given assignments and priorities

Improvement Action Plans (cont.)



- SGL account analysis
 - Anticipate Center review of abnormal and invalid postings to SGL to be completed by end of June



Improvement Action Plans (cont.)

- Property
 - Anticipate final contractor-held property reviews to be completed the week of July 5
 - Delayed 1 week due to travel schedules
 - Real property reviews will start week of ???
 - Visual verification of facilities - existence
 - Review property journal vouchers - valuation



Improvement Action Plans (cont.)

- Financial Audit
 - FY '05 financial audit status update conducted with HQ OCFO, OIG and E&Y on June 9
 - Initial site visits with KSC and JSC completed – no published plans to visit LaRC yet
 - E&Y appears to be focusing on Center use of legacy systems (e.g., labor systems) and workarounds
 - Potential data call to Center CFO's to conduct inventory
 - Still lots of discussion with OIG re: what's fixed and how much is it fixed?
 - For example, is FBWT fixed at all Centers, or is it some percentage of 100% being fixed